

STATE OF TEXAS
COUNTY OF TARRANT
CITY OF GRAPEVINE

The City Council of the City of Grapevine, Texas met in Workshop on this the 13th day of July, 2010 at 5:30 p.m. in the City Council Conference Room, Second Floor, 200 South Main Street, with the following members present to-wit:

William D. Tate	Mayor
C. Shane Wilbanks	Mayor Pro Tem
Sharron Spencer	Council Member
Darlene Freed	Council Member
Mike Lease	Council Member
Chris Coy	Council Member

constituting a quorum, with Council Member Roy Stewart absent, with the following members of the City Staff:

Bruno Rumbelow	City Manager
Jennifer Hibbs	Assistant City Manager
H. T. Hardy	Assistant City Manager
John McGrane	Administrative Services Director

CALL TO ORDER

Mayor Tate called the workshop to order at 5:40 p.m.

ITEM 1. DISCUSS 2011 BUDGET MAJOR ISSUES REPORT

City Manager Bruno Rumbelow gave an overview of the 2011 Budget Major Issues noting the recession has caused a decline in revenues for the current fiscal year. Sales tax, the major revenue source for the General Fund, the Crime Control and Prevention Fund and the 4B Economic Development Fund, has been erratic in its monthly collections and the overall trend is declining for the year. Through strict management of the current budget, it is projected that the City will end the current fiscal year with a 20% fund balance intact in the General Fund.

Mr. Rumbelow stated the proposed budget was prepared with the expectation that the recession will continue through 2011 and that sales tax revenue will remain stagnant. Staffing will remain at its current level with the exception of the Convention & Visitors Bureau and continued attrition reviews without sacrificing service levels. There are no cost of living or merit increases for employees included in the budget and the City will continue to monitor the market comparisons with other cities. Major capital equipment and technology requests were kept at a minimum, only addressing critical needs and continuing with the philosophy of "pay as you go". Mr. Rumbelow stated the proposed budget is \$1.9 million less than the current year's budget, yet maintains the 20% fund balance, Permanent

Capital Maintenance Fund, and Permanent Street Maintenance Fund along with limited fleet and technology replacements.

Mr. Rumbelow led discussion of the proposals for the General Fund, Convention & Visitors Bureau Fund, Crime Control and Prevention District Fund, Utilities Enterprise Fund, Lake Park Special Fund and Lake Enterprise Fund.

Discussion ensued relative to Grapevine at build-out as the areas for new development continues to decrease. As build-out occurs and the economy begins to recover from the recession, rethinking of budgetary trends and allocation may be required. In order to prepare for the future, Staff will conduct a comprehensive study reviewing current personnel and facility needs expected over the next five years.

There was no formal action taken by the City Council.

ADJOURNMENT

Mayor Pro Tem Wilbanks, seconded by Council Member Coy, offered a motion to adjourn the workshop at 7:00 p.m. The motion prevailed by the following vote:

Ayes: Tate, Wilbanks, Spencer, Freed, Lease & Coy

Nays: None

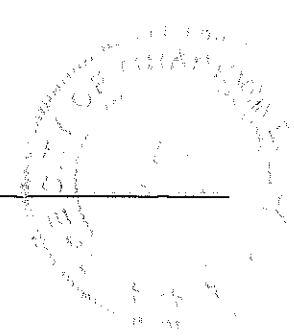
Absent: Stewart

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF GRAPEVINE, TEXAS on this the 3rd day of August, 2010.

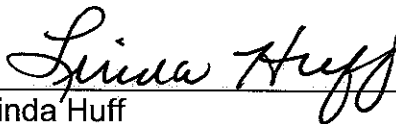
APPROVED:



William D. Tate
Mayor



ATTEST:



Linda Huff
City Secretary